

EXHIBIT A

1 120,000 rigs, all we have is shipping and customs and
2 because we're growing our lid count, we actually need both
3 and we need the third-party hosting as well as the
4 proprietary site if we're going to continue to operate with
5 the plan of the 120,000 rigs.

6 MR. COLODNY: And you said 120,000 rigs. How many
7 rigs does the company have at the moment?

8 MR. FERRARO: Right now we have plugged in and
9 hashing about 49,000 rigs, some of which are not up all day.
10 The energy cost at some of these hosting sites is expensive
11 and we curtail during periods of the day in which we
12 wouldn't be marginally profitable.

13 MR. COLODNY: So you have 49,000 rigs and those
14 are all operating, but they might not operate at certain
15 times of the day?

16 MR. FERRARO: Correct, and those are all third-
17 party-hosted.

18 MR. COLODNY: And how many rigs do you anticipate
19 adding through the West Texas expansion?

20 MR. FERRARO: Well, the 87 megawatts can house
21 nearly 30,000 rigs. So as we continue to electrify and
22 build out, we will be (indiscernible) somewhere between
23 25,000 and 30,000 rigs to the West Texas site. Now some of
24 those might be rigs that are in transit and being shipped
25 from overseas and some of them could be optimizing and taken

EXHIBIT B

1 MR. FERRARO: For the rigs? Yes. Those are paid
2 for. There are shipping and customs duties that are I
3 believe, you know, around \$5 million total. But the rigs
4 are paid for.

5 MR. COLODNY: And when you get these rigs, do you
6 believe they'll all be operating once put online?

7 MR. FERRARO: Yeah. We (indiscernible) peak
8 energy and the forward curves show that, yeah, we should
9 have much better uptime. I think securing the hosting
10 infrastructure and the 40 megawatts that I was talking about
11 for the 10 to 15,000 rigs is really the outstanding item and
12 then there's also another one of our hosting providers where
13 we have I believe about 5,000 rigs out which are idle
14 because the energy costs exceed what we could earn from
15 minting new bitcoin. So we also have to find a solution for
16 that.

17 MR. COLODNY: Okay. So you have -- potentially
18 there are rigs that are idle because it's not economically
19 efficient to operate them at this time and then there are
20 rigs that are idle because you haven't found a hosting site
21 or a physical site to put them on.

22 MR. FERRARO: Rigs that are idle because we turned
23 them off because the costs are too high or idle during the
24 peak parts of the day. We have a very small amount of rigs
25 in storage. I don't have the number at my fingertips. Most

EXHIBIT C

1 MS. CORNELL: Sure. What is the status of the
2 Debtor's mining operation since the filing of the bankruptcy
3 case?

4 MR. FERRARO: Yeah. Okay. We have a little bit
5 of about 55,000 rigs in production and hashing. We have
6 electrified our proprietary site. There's 4 sites within 87
7 megawatts. In Texas, we have about 3500 rigs hashed in
8 there and then we have contracts with three third-party
9 hosting providers in which we also have rigs plugged in and
10 hashing. We are producing anywhere from 15 to 20 Bitcoin
11 per day. From these mining rigs.

12 MS. CORNELL: Has the Debtor's estimated energy
13 costs changed since the filing of the bankruptcy case?

14 MR. FERRARO: No. I mean there are variable
15 contracts where energy is market based and, you know, we get
16 different prices passed through. We usually plan that out
17 by the hour just to make sure that we're mining marginally
18 profitable. So we do do very granular analytics on that
19 cost and then there's other contracts that are fixed and
20 those rates are not changing.

21 MS. CORNELL: What is the status of the West Texas
22 mining facility?

23 MR. FERRARO: Yeah, that's where we have 3500 rigs
24 hashing.

25 MS. CORNELL: Okay.

EXHIBIT D

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2 Q. Okay.

3 A. But I'm familiar with the process.
4 Most of them were Bitmain, machines that were
5 purchased, some of which are still waiting to
6 be shipped. A lot of them are already in our
7 center or in third-party hosting.

8 Q. At the last hearing, I think there
9 were some comments made that mining is cash
10 flow positive right now. Are you familiar
11 with the more specifics about the mining
12 operation?

13 MR. McCARRICK: Object to
14 form.

15 You can answer.

16 A. Yeah, I manage -- I mean, I
17 supervise the mining business. So I'm
18 familiar with the strategy and the result.

19 Q. Do you know -- strike that.

20 Can you provide an estimate of how
21 many Bitcoin are currently mined per day by
22 Celsius?

23 A. It ranges between 15 and 18
24 Bitcoin per day.

25 Q. Can you provide an estimate of

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2 ongoing mining expenses? I know you don't
3 have the figures in front of you.

4 A. I don't have my calculator either.
5 We have about a 20 percent margin.

6 Q. Okay.

7 A. So our expenses make up about
8 80 percent of that Bitcoin that's mined. So
9 if you were to take the, let's say, 16
10 Bitcoin, multiply it by 30 times the price,
11 you know, and then take times 80 percent, that
12 would give you, effectively, the cost base.

13 The vast majority of the costs of
14 mining are to pay for hosting charges, which
15 are predominantly electricity.

16 Q. Now that we're going into the
17 cooler months, is it your anticipation that
18 possibly those expenses will increase or
19 decrease?

20 MR. McCARRICK: Object to
21 form.

22 You can answer.

23 A. Yeah. I mean, I'm not an energy
24 guy. I was more of a rates guy --

25 Q. Okay.

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2 A. -- in my -- in my background, but
3 energy and rates are both traded instruments
4 that depend on market sentiment. I think the
5 Federal Reserve, with removing accommodation
6 and increasing the funds rate, is slowing
7 demand. But we have the wildcard of the
8 unfortunate war.

9 So it's hard to, kind of, make a
10 bet on one way or the other. Traditionally I
11 like to be neutral on these things.

12 My understanding is there's
13 probably more downward pressure than upward
14 pressure, just given where we are in the
15 cycle. So hopefully things ease a little bit
16 due to demand going down, as well as the hot
17 months or, you know, the air conditioning
18 months in the peak summer.

19 Q. Are you familiar with how ongoing
20 mining expenses are funded?

21 A. Largely with the production of
22 Bitcoin and the cash they have on hand.

23 Q. What about the build-out in -- was
24 it west Texas? Was that where you --

25 A. Yeah, west Texas. Midland, Texas,

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2 financing, which is incredibly expensive.

3 This comes at a major cost to the estate, and

4 the value that we'll be able to provide to

5 borrowers. Debt financing is incredibly

6 expensive. Stablecoin, effectively no cost to

7 liquidate.

8 We also have the ability -- right?

9 -- to, if -- if so is approved, if said is

10 approved, we have the ability to use coins to

11 borrow, and we can fund that way, either

12 through DeFi protocols or centralized

13 counterparty. That's going to be cheaper than

14 DIP financing. And then, of course, you could

15 sell other coins to fund the case. I think --

16 Q. Are those are all --

17 A. I think --

18 Q. Sorry. Go ahead.

19 A. Yeah, sorry. I think we've pulled

20 the expense management lever really hard.

21 We've gone from 920 employees to about 167

22 employees as of, really, last week.

23 So I think that we're in a world

24 in which, you know, we've cut expenses, we've

25 cut vendor costs. We've gotten rid of -- out